

AGENDA SUMMARY PAGE

AUDIT OVERSIGHT COMMITTEE MEETING OF: DECEMBER 6, 2007

DEPARTMENT: CITY AUDITOR'S OFFICE

DIRECTOR: RADFORD SNELDING

☐ Consent ☒ Discussion

SUBJECT:

Report and possible action on the Quantification of Savings related to the implementation of Audit Reports

Fiscal Impact

☒

No Impact

☐

Augmentation Required

☐

Budget Funds Available

Amount:

Funding Source:

Dept./Division:

PURPOSE/BACKGROUND:

The Committee asked the City Auditor to begin reporting on savings generated as the result of the implementation of Audit Reports. The City Auditor will report on the approach and progress regarding this assignment.

RECOMMENDATION:

Accept the report.

BACKUP DOCUMENTATION:

Example of Quantification of Savings Report

Motion made by STEVE WOLFSON to Approve and accept the report on the Quantification of Savings related to the implementation of Audit Reports

Passed For: 4; Against: 0; Abstain: 0; Did Not Vote: 0; Excused: 1

JOSE TRONCOSO, MICHAEL W. KERN, PAUL WORKMAN, STEVE WOLFSON;
(Against-None); (Abstain-None); (Did Not Vote-None); (Excused-LARRY BROWN)

Minutes:

Mr. Snelding stated the Committee directed staff to begin reporting identified monetary savings which resulted from the implementation of proposed audit recommendations. A sample of the proforma report was provided to the Committee, which included five categories that were used in identifying savings (hard savings, estimated savings, compliance issues, economy/efficiency improvement and other benefits not actually covered or addressed in other categories). The report was done in a vacuum and also included two other major categories. Chairman Kern confirmed with Mr. Snelding that the report would be implemented on every audit conducted.

Chairman Kern asked if it was determined that the audit of overtime practices identifies scheduling, would there be a cost benefit ratio relative to the employees. Mr. Snelding

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responded that if a recommendation is made and it resulted in a cost savings, it would be mitigated against any costs incurred. The Chairman desired to see what the actual cost would be to operate; he confirmed with Mr. Snelding that an additional category would be included to reflect the cost benefit data.

